GOVERNMENT OF INDIA
MICRO, SMALL AND MEDIUM ENTERPRISES
LOK SABHA

UNSTARRED QUESTION NO:3180
ANSWERED ON:15.04.2008
CREDIT GUARANTEE FUND SCHEME
Meghwal Shri Kailash

Will the Minister of MICRO, SMALL AND MEDIUM ENTERPRISES be pleased to state:

(a) the details of expenditure incurred so far out of the funds provided under the Credit Guarantee Fund Scheme during each of the last three years State and Union Territory-wise;

(b) the details of technical assistance provided during the Tenth Five Year Plan to the industrial cluster for the development of Khadi, Rural industry and Handicrafts, State and Union Territory- wise;

(c) whether various proposals forwarded by the Government of Rajasthan under various schemes have not been cleared by the Union Government;

(d) if so, the details thereof and the reasons therefor; and

(e) the steps taken by the Government in this regard?

Answer

MINISTER OF MICRO, SMALL AND MEDIUM ENTERPRISES(SHRI MAHABIR PRASAD)

(a): For implementation of the Credit Guarantee Fund Scheme, a corpus fund of Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE) has been created with contribution by the Central Government and Small Industries Development Bank of India (SIDBI) in the ratio of 4:1. The earnings on investment of corpus fund along with guarantee fee/annual service fee received by CGTMSE is, inter alia, used for settlement of claims preferred by the MLIs for defaulted loans under the scheme. The State and Union Territory-wise details of expenditure incurred towards settlement of claims and the number of proposals along with loan amount approved for guarantee cover under the scheme during each of the last three years is given at Annexure I and Annexure II respectively.

(b): The State and Union Territory-wise details of technical assistance provided during the Tenth Five Year Plan to the industrial clusters under the Micro and Small Enterprises Cluster Development Programme for the development of khadi, rural industry and handicrafts is given at Annexure III. Further, under the Scheme of Fund for Regeneration of Traditional Industries (SFURTI) which, inter alia, aims to develop traditional industrial clusters pertaining to khadi, village industry and coir sectors, funds are released by the Government directly to the Nodal Agencies (i.e., Khadi and Village Industries Commission and Coir Board) and not to the States/Union Territories. These funds are released by the Nodal Agencies to the implementing agencies and technical agencies as per their requirements. The total fund released by the Government to the Nodal Agencies during the Tenth Five Year Plan under the scheme is Rs.27.03 crore.

(c): No, Sir.

(d) & (e): Does not arise.